

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF JEFFERSON GAS, LLC) CASE NO. 2012-00441

ORDER

On February 16, 1999, in Case No. 1998-00499,¹ the Commission approved rates for Jefferson Gas Transmission Company (now filing under the name Jefferson Gas, LLC) ("Jefferson") and provided for their further adjustment in accordance with Jefferson's Gas Cost Adjustment ("GCA") clause.

On September 28, 2012, Jefferson filed its proposed GCA to be effective November 1, 2012.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Jefferson's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Jefferson's proposed Expected Gas Cost ("EGC") is \$3.7173 per Mcf, based on the NYMEX Futures Settle Price for November through January, adjusted for the Appalachian Index and a Btu conversion factor. This represents an increase of \$1.7307 per Mcf from the previous EGC of \$1.9866 per Mcf.
3. Jefferson's notice sets out no current quarter Refund Adjustment.

¹ Case No. 1998-00499, Deviation of Jefferson Gas Transmission Company from 807 KAR 5:026 (Ky. PSC Feb. 16, 1999).

4. Jefferson's notice sets out a current quarter Actual Adjustment ("AA") of \$.0041 per Mcf. Jefferson's total AA is (\$.3826) per Mcf, which is an increase of \$.0073 per Mcf from the previous total AA of (\$.3899) per Mcf.

5. Jefferson's GCA is \$3.3347 per Mcf, which is an increase of \$1.7380 per Mcf from the previous GCA of \$1.5967 per Mcf.

6. The rates in the Appendix to this Order are fair, just, and reasonable and should be approved for service rendered by Jefferson on and after November 1, 2012.

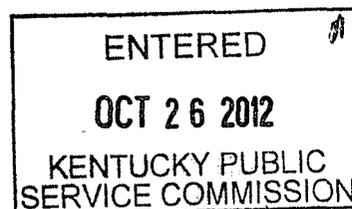
IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order, attached hereto and incorporated herein, are approved for service rendered by Jefferson on and after November 1, 2012.

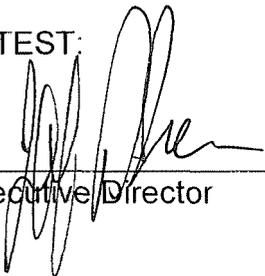
2. Within 20 days of the date of this Order, Jefferson shall file its revised tariff sheets with this Commission setting out the rates authorized herein and reflecting that they were approved pursuant to this Order.

By the Commission

Commissioner Breathitt is abstaining from this proceeding.



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2012-00441 DATED **OCT 26 2012**

The following rates and charges are prescribed for the customers served by Jefferson Gas, LLC. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Rates:

	<u>Base Rate</u>	<u>Gas Cost</u>	<u>Rate per Mcf</u>
Minimum Bill - First Mcf	\$3.89	\$3.3347	\$7.2247
Over 1 Mcf	\$2.26	\$3.3347	\$5.5947

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